1 August 1949

MEMORIAL PUR

Logistical support by MME of OPC operations.

REFERENCE:

a. Ur. Hulick's memorandum for the file dated 29 July 1949.

l. The reference memorandum which is attached hereto was prepared by Mr. Hulick as a summary of a memorandum from/JCS for the Secretary of Defense which was shown to Mr. Hulick last Friday in the Pentagon. This memorandum has been executed in final form and has been delivered to Wr. Halaby for the Secretary of Defense. Mr. Halaby has informed us that he has the impression that OPC may not be entirely happy about the provisions of this memorandum, and that he proposes to withhold submission of the memorandum to the Secretary of Defense until he has received an expression of our views.

- 2. Will you, therefore, plouse prepare a concise percurandum for my signature, addressed to Mr. Halaby, and containing our comments. I agree with Mr. Bulick that this memorandum has the enressies of having been prepared by someone from the Finance and Supply side of the Defense Establishment, as it imposes the year derrowest restrictions upon the furnishing of equipment, expeli mersione, and facilities. Under this assorantes as it some it would be impossible for any area of Defence Establishm furnish anything to OPC free of charge. This aspect of the sembrandum appears to be an effort on the part of someone to g Militional Punds for the Defence Establishment Committee, and in wise of our very small budget, this can fardly be regarded as disence of a cooperative spirit. Obviously, these remarks are solely for your benefit and should not be reflected in their int form in mint you would write. Moreover, I do not think that It would be advisable for us to ask for too much, and rather think we should evoid a tendency to overload our requests to is point where it appears that we may be seeking to get too much for nothing.
- 3. I think that it would be best to focus our comments upon subparagraphs b. and d. of the reference memorandum. If we cannot get any military equipment and stock (being on hand and not needed) without reinbursement, then we should not have to pay the full price. As regards subparagraph d, I think we should make a strong

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argument for the free transportation of personnel, supplies and equipment free of charge to OPC —in all cases where such transportation and/or storage can be provided without appreciable additional expense to the services; for example, we ought to be able to place our personnel, supplies and equipment abound flights of aircraft and voyages of vessels, etc,, which are scheduled to go forward in any case, without being charged for such transportation as though GPC was an ordinary customer of a common carrier for hire. If a special flight or special voyage had to be set up for our purposes, that would be another matter and perhaps we should bear at least the bulk of the cost. Under the language of memorandum as it now stands, it would be impossible for any representative of the services concerned to squeeze in some of our traffic without requiring reimbursement therefor.

4. I am somewhat concerned about the restrictive.language contained in the next to the last sentence of the introductory portion of paragraph 1 of the reference memorandsm. This provides that "all covert operations planned and conducted by OPC in time of peace must be consistent with JCS war plans and U.S. military pelicy, and will not be undertaken if disapproved by the Mile. A strict interpretation of this language would mean that we could do nothing whatever without a prior elearance from the Matienal Military Establishment, and I do not believe that this was intended by the Mational Security Council or that it would correspond with the views of either the Department of State or Admiral Source. wh ere primarily the responsibility of the State Department. May cover upon which we can rely for prompt and adequate clearances, there is so one point from which we can seek such clearances in a manner that would be satisfactory to either OPC or the Defense Establishm The memorandum recommends that be designated to bandle for the MAE the OPG logistical matters, but these matters are exite different from the policy clearances contemplated in the language above quoted. This is a difficult point from which to sement without running the risk of antagonising persons is the Defense Establishment who may be inclined to misenderstand the significance of our concern. I have no specific galdance to give in this connection at the moment, and I believe that it may be enerry for us to talk to various people in the Defende as ertments about this rather than to submit our views in writing.

P.G.V.

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